

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
93rd General Assembly
Regular Session, 2021

A Bill

HOUSE BILL 1431

By: Representatives Lundstrum, Barker, Beaty Jr., Beck, Bentley, M. Berry, S. Berry, Boyd, Bragg, Breaux, Brooks, Brown, Bryant, Carr, Cavanaugh, Christiansen, Cloud, Coleman, C. Cooper, Cozart, Crawford, Deffenbaugh, Dotson, Eaves, Evans, C. Fite, L. Fite, Fortner, Furman, Gonzales, M. Gray, Haak, Hawks, Hillman, Holcomb, Hollowell, Jean, L. Johnson, Ladyman, Lowery, Lynch, Maddox, J. Mayberry, McClure, M. McElroy, McGrew, McKenzie, McNair, S. Meeks, Miller, Milligan, Payton, Penzo, Pilkington, Ray, Richmond, Rye, Slape, B. Smith, S. Smith, Speaks, Tollett, Tosh, Underwood, Vaught, Wardlaw, Warren, Watson, Wing, Womack, Wooten
By: Senators Rapert, B. Ballinger, Bledsoe, Caldwell, A. Clark, J. Dismang, L. Eads, J. English, T. Garner, K. Hammer, Hill, Irvin, B. Johnson, M. Johnson, Rice, G. Stubblefield, D. Sullivan

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING THE SALES AND USE TAX DUE ON CERTAIN VEHICLES, TRAILERS, AND SEMITRAILERS; TO INCREASE THE AMOUNT BELOW WHICH SALES AND USE TAX IS NOT DUE ON THE PURCHASE OF A USED MOTOR VEHICLE; AND FOR OTHER PURPOSES.

Subtitle

TO INCREASE THE SALES AND USE TAX EXEMPTION THRESHOLD FOR THE PURCHASE OF A USED MOTOR VEHICLE.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code § 26-52-510(b)(1)(B), concerning the direct payment of sales tax by a consumer-user on a new or used motor vehicle, trailer, or semitrailer, is amended to read as follows:

(B) However, tax is not due if the total consideration ~~for~~ is less than the following amounts:

(i) For the sale of the a new or used motor vehicle,



or a new or used trailer, or semitrailer, is less than four thousand dollars (\$4,000), no tax shall be due; and

(ii) For the sale of a used motor vehicle, ten thousand dollars (\$10,000).

SECTION 2. Arkansas Code § 26-53-126(b)(2), concerning the payment of use tax on a new or used motor vehicle, trailer, or semitrailer, is amended to read as follows:

(2) However, tax is not due if the total consideration ~~for~~ is less than the following amounts:

(A) For the sale of ~~the a new or used~~ motor vehicle, or a new or used trailer, or semitrailer, is less than four thousand dollars (\$4,000), no tax shall be due; and

(B) For the sale of a used motor vehicle, ten thousand dollars (\$10,000).

SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective on the first day of the second calendar month following the effective date of this act.